

Company Registration No. 05385120

Charity Registration No. 1110968

HILLSIDE RURAL ACTIVITIES PARK

(a company limited by guarantee)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2007

**HILLSIDE RURAL ACTIVITIES PARK
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2007**

CONTENTS	PAGES
Report of the Trustees	1 to 3
Accountants' Report to the Members	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 11

HILLSIDE RURAL ACTIVITIES PARK
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2007

The trustees are pleased to present their report, together with the financial statements of the charity, for the year ended 31st March 2007.

REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name:	Hillside Rural Activities Park
Working Name:	HRAP
Charity Registration No:	1110968
Company Registration No:	05385120
Principal Office:	Bank Foot Farm Moor Road Knayton Thirsk North Yorkshire YO7 4BR
Trustees/Directors:	R.T. Kingdon (appointed 11th October 2006) Mrs. J.E. Peckitt R.M.P.A. Finch
Council of Management:	R.T. Kingdon Mrs. J.E. Peckitt R.M.P.A. Finch A.M. Cook - representing Borrowby Show S. Hogg - representing Knayton Football Club J. Densley - representing Leake Tennis Club A. Peckitt) representing Leake Cricket Club J. Roberts)
Reporting Accountants:	Baines Jewitt Barrington House 41-45 Yarm Lane Stockton-on-Tees Cleveland TS18 3EA
Bankers:	Barclays Bank plc 193 High Street Northallerton North Yorkshire DL7 8LJ
Solicitors:	Hunt & Wrigley The Old Post Office 83 High Street Northallerton North Yorkshire DL7 8PX

HILLSIDE RURAL ACTIVITIES PARK

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST MARCH 2007

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Hillside Rural Activities Park is a company limited by guarantee, governed by a Memorandum and Articles of Association dated 8th March 2005, as amended by Special Resolution dated 10th August 2005. It is also a charity registered with the Charity Commission with effect from 22nd August 2005.

Recruitment and Appointment of Trustees

The initial members of the charity were the subscribers to the Memorandum and Articles of Association. New members are appointed from time to time at the discretion of the existing members, such that the number of members is not less than three. Every member must be at least 18 year of age and reside within the boundary of the Hillside Parishes.

In relation to the Companies Act 1985, members are also directors of the limited company.

Day to Day Management

The day to day operations of the charity are overseen by the Council of Management. The Council of Management consists of the three trustees, together with representatives from Borrowby Show, Knayton Football Club, Leake Tennis Club and Leake Cricket Club. In total, the Council of Management comprises 8 members. The Memorandum and Articles of Association indicate that the Council of Management should have a minimum of 7 and maximum of 14 members.

OBJECTIVES AND ACTIVITIES

The objects of the charity are to promote, for the residents of the Hillside Parishes, the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, or for the public at large in the interests of social welfare, and with the object of improving the condition of life of the said residents.

The charity has acquired an area of land which will provide a permanent home for the annual Borrowby Show. It will also feature a combined Scout meeting hall and indoor sports facility, a cricket pitch, football pitch, tennis courts, jogging/walking track and an open grassed area suitable for pony and riding club rallies.

ACHIEVEMENTS AND PERFORMANCE

During the year under review, the charity has completed the installation of the access road, car park and foot paths. This year has also seen the installation of the land drainage system and the construction of both the football pitch and cricket square. Utility supplies of water and electricity have been installed to the boundary of the land owned by the charity.

The above work has been funded by grants from the Rural Target Fund, the Rural Enterprise Scheme, the Football Foundation and Hambleton District Council.

During the next phase of development, the charity intends to raise further funds for the construction of tennis courts, a children's playground and the scout and community sports hall.

FINANCIAL REVIEW

In January 2005, prior to the formation of the company and subsequent charity registration, a detailed business plan was drawn up including an outline of the overall capital costs of the project and details of the funding already secured.

The project is progressing well and the trustees are optimistic that the required funds to complete the agreed facilities can be sourced.

As the charity is still in its development stage, the trustees are aware that they need to establish a relevant reserves policy going forward. Once the above facilities are operational, the Trustees expect ongoing annual expenditure in the region of £7,500 to £10,000. The ultimate aim is to have unrestricted cash reserves to cover anticipated expenditure for the following 12 months.

HILLSIDE RURAL ACTIVITIES PARK
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2007

STATEMENT OF TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

Company law requires the trustees to prepare financial statements that give a true and fair view of the state of affairs of the charity at the end of the financial year and of its surplus or deficit for the financial year. In doing so, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make sound judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 1985. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved on behalf of the Board of Trustees on 2nd November 2007
and signed on its behalf by:

R.M.P.A. FINCH
Trustee

HILLSIDE RURAL ACTIVITIES PARK
ACCOUNTANTS' REPORT TO THE MEMBERS OF
HILLSIDE RURAL ACTIVITIES PARK
FOR THE YEAR ENDED 31ST MARCH 2007

We report on the accounts for the year ended 31st March 2007 set out on pages 5 to 11.

Respective Responsibilities of Directors and Reporting Accountants

As described on page 3, the trustees, who are also the directors of Hillside Rural Activities Park for the purposes of company law, are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of Opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the period specified in Section 249A(4) of the Act as modified by Section 249A(5) and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

Baines Jewitt

Baines Jewitt
Chartered Accountants
Barrington House
41-45 Yarm Lane
Stockton-on-Tees
Cleveland
TS18 3EA

2nd November 2007

JL/AJD

HILLSIDE RURAL ACTIVITIES PARK
STATEMENT OF FINANCIAL ACTIVITIES
(including Income and Expenditure Account)
FOR THE YEAR ENDED 31ST MARCH 2007

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2007 £	Total Funds 2006 £
INCOMING RESOURCES					
Incoming Resources from Generated Funds					
<i>Voluntary Income:</i>					
Grants and donations	3	2,374	142,994	145,368	241,012
Investment Income	4	-	-	-	557
TOTAL INCOMING RESOURCES		<u>2,374</u>	<u>142,994</u>	<u>145,368</u>	<u>241,569</u>
RESOURCES EXPENDED					
Charitable Activities	5	4,237	435	4,672	8,705
Governance Costs	5	2,350	-	2,350	2,350
TOTAL RESOURCES EXPENDED		<u>6,587</u>	<u>435</u>	<u>7,022</u>	<u>11,055</u>
NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS					
		(4,213)	142,559	138,346	230,514
Gross transfers between funds	6	132,644	(132,644)	-	-
NET MOVEMENT IN FUNDS		128,431	9,915	138,346	230,514
TOTAL FUNDS BROUGHT FORWARD		<u>39,079</u>	<u>191,435</u>	<u>230,514</u>	-
TOTAL FUNDS CARRIED FORWARD		<u>167,510</u>	<u>201,350</u>	<u>368,860</u>	<u>230,514</u>

The Statement of Financial Activities includes all gains and losses recognised in the period.

All incoming resources and resources expended derive from continuing activities.

HILLSIDE RURAL ACTIVITIES PARK
BALANCE SHEET
AS AT 31ST MARCH 2007

	Notes	£	2007 £	£	2006 £
FIXED ASSETS					
Tangible assets	8		359,032		195,674
CURRENT ASSETS					
Debtors	9	2,073		11,296	
Cash at bank		10,618		46,994	
		<u>12,691</u>		<u>58,290</u>	
CREDITORS: Amounts falling due within one year	10	<u>(1,763)</u>		<u>(22,350)</u>	
NET CURRENT ASSETS			<u>10,928</u>		<u>35,940</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			369,960		231,614
CREDITORS: Amounts falling due after more than one year	11		<u>(1,100)</u>		<u>(1,100)</u>
NET ASSETS			<u>368,860</u>		<u>230,514</u>
FUNDS					
Unrestricted	12		167,510		39,079
Restricted	12/13		201,350		191,435
TOTAL FUNDS			<u>368,860</u>		<u>230,514</u>

Approved by the Trustees on 2nd November 2007
and signed on their behalf by:

R.M.P.A. FINCH
Trustee

**HILLSIDE RURAL ACTIVITIES PARK
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2007**

1. ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Companies Act 1985, and the Statement of Recommended Practice on "Accounting and Reporting by Charities" (SORP 2005) issued in March 2005.

(b) Incoming Resources

Income received by way of grants and donations is included in the Statement of Financial Activities when receivable.

(c) Resources Expended

Resources expended are recognised in the period in which they are incurred and are shown inclusive of any attributable VAT, which cannot be recovered.

(d) Unrestricted and Restricted Funds

Unrestricted funds comprise income received or generated by reference to the general objects of the charity without further specified purpose. Such funds may however be designated by the trustees for specific purposes from time to time.

Restricted funds are those donated for a specified purpose as laid down by the donor or as the result of a specific appeal or application. Such funds are kept separate from the unrestricted funds of the charity and only related expenditure is charged against them.

(e) Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates so as to write off the cost, less estimated residual value, of fixed assets over their expected useful lives:

Freehold land	- nil
Improvements to freehold property	- 4% straight line commencing when the assets are brought in to use
Plant and machinery	- 20% straight line

2. LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and having no share capital. The liability of each member in the event of winding up is limited to £1.

3. GRANTS AND DONATIONS

	Unrestricted £	Restricted £	Total 2007 £	Total 2006 £
Grants	-	129,483	129,483	200,998
Donations	2,374	13,511	15,885	40,014
	<u>2,374</u>	<u>142,994</u>	<u>145,368</u>	<u>241,012</u>

4. INVESTMENT INCOME

All of the charity's investment income arises from an interest earning deposit account.

HILLSIDE RURAL ACTIVITIES PARK
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2007

5. RESOURCES EXPENDED

	Charitable Activities		Governance	Total 2007	Total 2006
	Unrestricted	Restricted	Costs Unrestricted		
	£	£	£	£	£
Landfill scheme fee	-	-	-	-	5,102
Professional/consultancy fees	940	435	-	1,375	3,563
Accountancy and related fees	-	-	2,350	2,350	2,350
Insurance	373	-	-	373	-
Sundry expenses	34	-	-	34	40
Depreciation	2,890	-	-	2,890	-
	<u>4,237</u>	<u>435</u>	<u>2,350</u>	<u>7,022</u>	<u>11,055</u>

6. TRANSFERS BETWEEN FUNDS

A total of £132,644 has been transferred from restricted to unrestricted funds since, following the installation of drainage, road access, car parking, utility supplies and the purchase of various items of plant and machinery, the restrictions in respect of these funds have been fulfilled.

7. TAXATION

H.M. Revenue & Customs Charities Division have approved the charitable status of Hillside Rural Activities Park and its income is therefore exempt from tax, under Sections 505 and 506 of the Taxes Act 1988, provided that it is applied for charitable purposes only.

8. TANGIBLE FIXED ASSETS

	Freehold Land	Improve- ments to Freehold	Plant and Machinery	Total
COST				
Balance at beginning of year	195,674	-	-	195,674
Additions		151,797	14,451	166,248
Balance at end of year	<u>195,674</u>	<u>151,797</u>	<u>14,451</u>	<u>361,922</u>
DEPRECIATION				
Balance at beginning of year	-	-	-	-
Charge for year	-	-	2,890	2,890
Balance at end of year	<u>-</u>	<u>-</u>	<u>2,890</u>	<u>2,890</u>
NET BOOK VALUE				
At beginning of year	<u>195,674</u>	<u>-</u>	<u>-</u>	<u>195,674</u>
At end of year	<u>195,674</u>	<u>151,797</u>	<u>11,561</u>	<u>359,032</u>

**HILLSIDE RURAL ACTIVITIES PARK
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2007**

9. DEBTORS

	2007	2006
	£	£
Prepayments	197	9,886
Other debtors - gift aid tax recoverable	1,876	1,410
	<u>2,073</u>	<u>11,296</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007	2006
	£	£
Loan - Hambleton District Council	-	20,000
Other creditors and accruals	1,763	2,350
	<u>1,763</u>	<u>22,350</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2007	2006
	£	£
Unsecured loans	1,100	1,100

The above loans, which were provided by benefactors, are interest-free and repayable in 2010.

12. ANALYSIS OF MOVEMENT IN FUNDS

	Funds at 31.3.2006	Incoming Resources	Resources Expended	Transfers	Funds at 31.3.2007
	£	£	£	£	£
Unrestricted	39,079	2,374	(6,587)	132,644	167,510
Restricted	191,435	142,994	(435)	(132,644)	201,350
	<u>230,514</u>	<u>145,368</u>	<u>(7,022)</u>	<u>-</u>	<u>368,860</u>

HILLSIDE RURAL ACTIVITIES PARK
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2007

13. ANALYSIS OF RESTRICTED FUND MOVEMENTS

	Funds at 31.3.2006 £	Incoming Resources £	Revenue Resources Expended £	Transfers £	Funds at 31.3.2007 £
Land purchase	191,000	-	-	-	191,000
Drainage and groundworks	-	68,969	-	(68,969)	-
Access road and car park	-	38,219	-	(38,219)	-
Installation of utilities	-	13,468	-	(13,468)	-
Plant and machinery	-	12,038	-	(11,988)	50
Playground equipment	-	10,300	-	-	10,300
Professional and consultancy fees	435	-	(435)	-	-
	<u>191,435</u>	<u>142,994</u>	<u>(435)</u>	<u>132,644</u>	<u>201,350</u>

Name of Fund

Description, Nature and Purpose of the Fund

Land purchase:	The terms attaching to funds from Hambleton District Council and Evolve EB for the purchase of land are such that the purchase of the land did not extinguish the restriction and thus the funds remain restricted.
Drainage and groundworks:	Funds towards groundworks and drainage of the site in general have been provided by the Rural Payments Agency. Funds specifically for the provision of the football pitch and associated drainage costs have come from the Football Foundation and Hambleton District Council.
Access road and car park:	North Yorkshire County Council Rural Target Fund have contributed towards the cost of providing access and car parking for the site.
Installation of utilities:	Both electricity and water supplies were installed to the edge of the site during the year. Contributions towards these costs have been received from North Yorkshire County Council Rural Target Fund and Hillside Scouts.
Plant and machinery:	Equipment required for the upkeep of the site including a compact tractor and a rollamo have been purchased from funds provided by an anonymous donor and Borrowby Agricultural and Horticultural Society. North Yorkshire County Council Rural Target Fund contributed to the purchase of a sewage treatment plant.
Playground equipment:	The site will have a children's play area. Initial funding has come from Lloyds TSB Foundation for England and Wales, York and North Yorkshire Community Foundation Local Networking Fund and Bayford Oils. Initial expenditure on this project occurred shortly after 31st March 2007.

HILLSIDE RURAL ACTIVITIES PARK
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2007

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	Total 2007	Total 2006
	£	£	£	£
Tangible fixed assets	168,032	191,000	359,032	195,674
Cash at bank	268	10,350	10,618	46,994
Other net current assets/(liabilities)	310	-	310	(11,054)
Creditors due beyond one year	(1,100)	-	(1,100)	(1,100)
	<u>167,510</u>	<u>201,350</u>	<u>368,860</u>	<u>230,514</u>

15. CONTINGENT LIABILITY

The following amounts remain repayable throughout the life of the project if the terms of the grants are no longer being met:

	£
Hambleton District Council	145,000
Evolve EB	46,000
	<u> </u>

The grant received from the Rural Payments Agency of £52,693 is potentially repayable for a period of 5 years following the receipt of the final instalment which took place on 11th September 2006 in the event that the terms and conditions of the grant are not met.

16. TRUSTEES REMUNERATION

No trustee was paid any remuneration or reimbursed any expenses during the year.

17. RELATED PARTY TRANSACTIONS

The financial statements include the following grants/donations from other clubs/societies with whom certain trustees are connected:

	2007	2006
	£	£
Borrowby Agricultural and Horticultural Society	2,500	20,000
Leake Tennis Club	-	5,000
Leake Cricket Club	1,300	2,500
Knayton Football Club	5,250	-
	<u> </u>	<u> </u>